CC: Dir / Finance 7-30-64

OLIN D. JOHNSTON A CARLSON, KANS:

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United States Senate

Exectan Bill

WILLIAM F. GULLEDGE, STAFF DIRECTOR AND COUNSEL

COMMITTEE ON POST OFFICE AND CIVIL SERVICE

July 28, 1964

Mr. John S. Warner Legislative Counsel Central Intelligence Agency Washington, D. C.

Dear Mr. Warner:

Thank you for your letter of July 17, 1964, regarding necessary retroactive provisions in event that a retroactive date is included in the pay bill.

The Committee is aware of a necessity for such language. I certainly do appreciate your calling this matter to my attention.

With kind regards, I am

Sincerely yours,

ohnston

17 JUL 1964

Honorable Olin D. Johnston Chairman Committee on Post Office and Civil Service United States Senate Washington, D. C.

Dear Mr. Chairman:

In connection with the congressional consideration of the Government Employees Salary Reform Act of 1964, members of the staff of your Committee have been most belpful in advising us of developments and in discussing the effect which the bill, if enacted, would have upon employees of this Agency.

One item which has come under consideration has to do with a Senate amendment to the bill which provides for an effective date of I July 1964. This Agency is, as you know, one of several which fix the rates of compensation of their employees by administrative action pursuant to law. The Comptroller General has ruled that these rates may not be adjusted retroactively unless there is specific statutory provision for such action, as was done in the case of P. L. 85-462, 20 June 1958, section 7. If the Senate amendment on the effective date is accepted in conference, the employees of this Agency and possibly other so-called administrative agencies will not be entitled to the retroactive portion of the pay increase unless a similar provision is added to the current legislation. Such a provision would insure that H. R. 11049 would continue to cover all Federal employees equally within the scope of the original bill.

Accordingly, the enclosed draft suggests language which would achieve the above objectives and is based upon the language of the Senate amendment. In the event that H.R. 11049 is made effective with commencement of the first pay period in July, an alternate draft has been enclosed. Your favorable consideration of such an addition would be most appreciated.

Approved For Release 2005/05/18: CIA-RDP66B00403R000500050009-1

The Bureau of the Budget advises that it has no objection to the submission of this letter and its enclosures from the standpoint of the Administration's program.

Sincerely.

John S. Warner Legislative Counsel

Enclosures

STAT

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Distribution:

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1 - DD/S

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1 - OGC/LC Subject

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OGC/LC/DDS:bw (16 July 1964)

ENCLOSURE

- Statutes, as amended (31 U.S.C. 665), the rates of compensation of officers and employees of the Federal Government whose rates of compensation are fixed by administrative action pursuant to law and are not otherwise increased by this Act are hereby authorised to be increased, effective on July 1, 1964, by amounts not to exceed the increases provided by this Act for corresponding rates of compensation in the appropriate schedule or scale of pay-
- deemed to authorise any increase in the rates of compensation of officers and employees whose rates of compensation are fixed and adjusted from time to time as nearly as is consistent with the public interest in accordance with prevailing rates or practices.
- (c) Nothing contained in this section shall affect the authority contained in any law pursuant to which rates of compensation may be fixed by administrative action.

ALTERNATE

- Statutes, as amended (31 U.S.C. 665), the rates of compensation of officers and employees of the Federal Government whose rates of compensation are fixed by administrative action pursuant of 5 R A 57 to law and are not otherwise increased by this fixet are hereby authorised to be increased, effective on or after the first day of the first pay period which began after July 1, 1964, by amounts not to exceed the increases provided by this Act for corresponding rates of compensation in the appropriate schedule or scale of pay.
- (b) Nothing contained in this section shall be deemed to authorize any increase in the rates of compensation of officers and employees whose rates of compensation are fixed and adjusted from time to time as nearly as is consistent with the public interest in accordance with prevailing rates or practices.
- (c) Nothing contained in this section shall affect the authority contained in any law pursuant to which rates of compensation may be fixed by administrative action.